

**INVESTMENT OF DISTRICT FUNDS**

The District's primary investment objective shall be to maintain the safety and liquidity of its funds. Safety of principal is the foremost objective of the District. The investment factors the District shall consider, in order of descending importance, are the following:

- Safety of invested funds;
- Sufficient liquidity to meet future cash flow requirements; and
- Optimum yield consistent with the aforementioned requirements.

All District funds shall be deposited in accordance with Education Code Section 41001 et seq. and invested in accordance with Government Code Section 16430 and 53601 et seq.

The District will ensure that any debt offerings comply fully with all applicable State and Federal securities laws. Proceeds from the issuance of debt offerings shall be made in accordance with applicable State and Federal laws. Should a trust agreement of a particular debt issued by the District be more restrictive than the District's policy on authorized investments, then the trust agreement will take precedence.

The Deputy Superintendent, Business, will prepare and submit disclosure reports to the Superintendent and Governing Board in accordance with Government Section 53646.

Policy  
adopted: September 16, 1996  
revised: September 15, 2000

**CAPISTRANO UNIFIED SCHOOL DISTRICT**  
San Juan Capistrano, California